Department of Stat CHTLENTIAL 54 Orlean ARA usun new tork Info SS SR Re point four YOUR 420. G S ? Department welcomes initiative on Cuban shipping. Embassy L stem billions H should assist GOV every way in drawing up effective regulations. SAL SAP President expects publish Executive Order shortly specifying measures IO in be taken affect Breakfords ships engaged in Cuban trade. E AID Measures be taken are in substance following: 1) was No foreign IOP flag ship will be permitted carry any cargo owned or financed in USG INR THE LEGISTERS OF STREET RMR if any ship same owner engages in Bloc trade with Cuba. 2) the pert a marker is ladd grading will be closed all ships any country whose flag vessels carry military equipment to Guba Trom any source. 3) No ship which delivers Bloc cargo to Cuba or picks up a cargo in Cuba for Bloc country will be permitted use US ports on same voyage. 4) US owned and US flag vessels will be 22 great prohibited from carrying any goods destined for or originating in Cubs. THE PROPERTY AND ADDRESS. and the state of the second state of the second sec As legal basis for Executive Order we propose use authority vested \mathfrak{L} The fact of the state of the st in President by Consitution and US Statutes including Trading with Enemy ABORTON LITTER TO LOCALITY OF THE PARTY OF iended; and Defense Production Act, as amended.

Fina1

Draft, 1 by

Tolographic transmission and

ARA:CLA:ETFollested/smb 10-11-62

CHA - John Hugh Crimmin

EST - Mr. Moskowicz UNP - Mr. White

L - Lwenfeld XXX ARA - Hurwitch

was the constant of the president

The Markettan Tenunghton

CONFIDENTIAL

REPRODUCTION FROM THIS COPY IS PROHIBITED UNLESS "UNCLASSIFIED".

DS-322

CONFIGHTIAL

Final wording Executive Order and regulations thereusder not yet determined, and therefore not possible furnish you more detailed description proposed measures at this time. Will pouch several copies Executive Order immediately following proclamation.

Washington legal representative Phillips Petroleum informed Department that Phillips tanker (under Liberian flag), London Prestige, encountering loading difficulties in Venezuela. Ship when reportedly en route Japan after unloading Soviet oil Habana. Report any information you have.

FOR USUN.

(الك

ΣΣΙΙΝ - ΕΝΝΕΡΙΚΟΎ ΚΟΙ ΛΙΩΝ **ΝΟΔ∳**ΘΕΙ ΙΝΙΚΑ

interest in seeing GOV

suggested matter be discussed with Foreign Minister Falcon Briceno. You should in your discretion express to Falcon US pleasure this development and discuss US measures with him drawing contents this telegram.

EID

WORLD ...

RUSK

(4) 美国高力品

CONFIDENTIAL CONFIDENTIAL

TRANSCRIBED PAGES FOLLOW

Department of State

CONFIDENTIAL

ACTION: Amembassy CARACAS 314

USUN NEW YORK 928

Re Point Four YOUR 420

Department welcomes [excised] initiative on Cuban shipping. Embassy should assist GOV every way in drawing up effective regulations.

President expects publish Executive Order shortly specifying measures be taken affect ships engaged in Bloc/Cuban trade.

Measures be taken are in substance following: 1) No foreign flag ship will be permitted carry any cargo owned or financed by USG if any ship same owner engages in Bloc trade with Cuba. 2) US ports will be closed all ships any country whose flag vessels carry military equipment to Cuba from any source. 3) No ship which delivers Bloc cargo to Cuba or picks up a cargo in Cuba for Bloc country will be permitted use US ports on same voyage. 4) US owned and US flag vessels will be prohibited from carrying any goods destined for or originating in Cuba.

As legal basis for Executive Order we propose use authority vested in President by Constitution and US Statutes including Trading with Enemy Act of 1917, as amended, and Defense Production Act, as amended.

Final

Final wording Executive Order and regulations thereunder not yet determined, and therefore not possible furnish you more detailed description proposed measures at this time. Will pouch several copies Executive Order immediately following proclamation.

Washington legal representative Phillips Petroleum informed Department that Phillips tanker (under Liberian flag), London Prestige, encountering loading difficulties in Venezuela. Ship reportedly en route Japan after unloading Soviet oil Habana. Report any information you have.

FOR USUN

[Excised] interest in seeing GOV impose sanctions on shipping to Cuba similar US restrictions. Embassy has suggested matter be discussed with Foreign Minister Falcon Briceno. You should in your discretion express to Falcon US pleasure this development and discuss US measures with him drawing contents this telegram.

END

RUSK